

HOUSE BILL 3318

By Montgomery

AN ACT to amend Tennessee Code Annotated, Title 67,
Chapter 4, relative to hotel occupancy taxes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-4-1403, is hereby amended by adding the following language thereto:

The purposes authorized in the ordinance, enacted or modified by a municipality on or after the effective date of this act, shall be limited to those which directly increase tourism within the jurisdiction from which they are collected.

SECTION 2. Tennessee Code Annotated, Section 67-4-1425(a), is amended by designating the existing language as subdivision (1), by redesignating current subdivisions accordingly as subdivisions (a)(1)(A), (B) and (C), and by adding the following language as subdivision (2):

(2) The purposes authorized in any private act, enacted or modified after the effective date of this act, that authorizes a city or county to levy a tax on the privilege of occupancy of a hotel shall be limited to those which directly increase tourism within the jurisdiction from which they are collected.

SECTION 3. This act shall take effect upon becoming a law, the public welfare requiring it.